

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940

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JAN 18 2005
DIV OF OIL GAS & MINING

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) 1/04 To (mo./yr.) 12/04
2. DOGM File Number (Mine No): M 021004
3. Mine Name: Escalante Silver Mine
4. Mineral(s) Mined (or permitted to mine): None - Mined Closed
5. Type of mine: ☐ Surface Mine or ☒ Underground Mine
6. Legal Description (Location of Lands Affected):
____ 1/4, ____ 1/4, SE 1/4, Section 2, Township 36S, Range 17 W
____ 1/4, ____ 1/4, ____ 1/4, Section _____, Township _____, Range _____
____ 1/4, ____ 1/4, ____ 1/4, Section _____, Township _____, Range _____
7. Name of Operator or Company: HECLA MINING COMPANY
8. Permanent Street Address: 6500 Mineral Drive, Suite 200
City, State, Zip: Coeur d'Alene, ID 83815-9408
Phone: 208.769.4100 Fax: 208.769.4122
9. Company Representative (or designated operator):
Name: Paul Glader
Title: Manager Environmental Services
Business Address: 6500 Mineral Drive, Suite 200
City, State, Zip: Coeur d'Alene, ID 83815-9408
Phone: 208.769.4112 Fax: 208.769.4122
☒ Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes ☐ No ☒
2. If no - what was the last year of activity? 1990
3. If yes - how much ore or mineral was mined? _____

4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.

N/A

5. How much **additional acreage** was disturbed during the past year? 0

6. How much acreage was **reclaimed** during the past year? N/A

7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.

8. What is the **total** disturbed acreage of entire project at years end? 28

9. Briefly summarize any mining and/or reclamation plans for the upcoming year.

Site maintenance as required; control of
noxious weeds as required.

PERMITTED
FOR 108ACRES
NOT BEEN
RELEASED

NOTE: Section III., "Additional Information" applies only to **large mining operations**.

III. Additional Information - R647-4-121.2 and .3

1. **The operator shall include an updated map depicting surface disturbance and reclamation performed during the year**, prepared in accordance with Rule R647-4-105.
2. The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print): Paul Glader

Title of Operator: Manager Environmental Services

Signature of Operator: [Signature]

Date: 1/13/05



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DIV. OF OIL, GAS & MINING

January 13, 2005

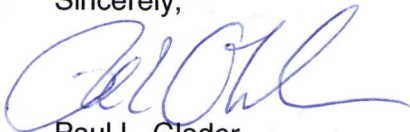
Mr. Darron R. Haddock
Permit Supervisor - Minerals Reclamation Program
State of Utah – Dept of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: Escalante Silver Mine 2004 Annual Report – M210004

Dear Mr. Haddock,

Per your request dated December 12, 2004, enclosed is the completed 2004 Annual Report for Hecla Mining Company's Escalante property.

Sincerely,

A handwritten signature in blue ink, appearing to read "Paul L. Glader".

Paul L. Glader
Manager Environmental Services

Encl.

